TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE

FISCAL NOTE

SB 2190

March 16, 2014

SUMMARY OF BILL: Defines "public entity" to mean the state, any state agency, a local government, local government instrumentality, or entity created by this state. Requires, prior to receipt of any grant or loan from a public entity, the receiver of such funds to pay all deficient or delinquent state or local taxes. Prohibits the public entity from approving such grant or loan until the public entity can determine that all such deficient or delinquent taxes have been paid by the individual. Requires the public entity to include in the grant or loan contract a provision that reserves the right of the public entity to recover, in whole or in part, the amount of any deficient or delinquent taxes from the grant or loan funds dispersed, if the person fails to remit such taxes at any time following receipt of the grant or funds. Any such funds collected are to be remitted to the appropriate public entity to which the taxes are due.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- According to the Department of Transportation, there will be no fiscal impact to the department as a result of this bill.
- According the Tennessee Housing Development Agency, any fiscal impact associated with the provisions of the bill can be absorbed within existing resources.
- According to the Comptroller of the Treasury, there will be no fiscal impact to the agency as a result of the bill.
- According to the Department of Economic and Community Development, the provisions of the bill will not fiscally impact the department.
- The provisions of the bill will not generate new property tax revenue for local governments, however it may decrease the amount of time such property taxes are delinquent. Any fiscal impact to local government as a result of the bill is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Lucian D. Geise, Executive Director

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